

## **Medical Home Options**

### ***Medical Home Expansion for Clients who are Aged, Blind or Disabled***

#### **Background**

In 2006, Governor Chris Gregoire formed a Blue Ribbon Commission (BRC) to develop a five-year plan to increase access to affordable health care for Washington residents. Commission findings were published in a final report dated January 2007. Legislation passed as a result of the BRC Final Report included the Blue Ribbon Commission on Health Care Costs and Access—Implementing Recommendations (E2SSB 5930). This legislation aims to increase the provision of high quality, affordable health care to Washingtonians.

Section 4 of E2SSB 5930 mandates the Department of Social and Health Services (DSHS) to work with the Department of Health (DOH) to design and implement Medical Homes for clients who are aged, blind or disabled. This is to be done in conjunction with current chronic care management programs to improve health outcomes, access, and cost-effectiveness. Programs must be:

- Evidence based;
- Use health information technology to improve quality;
- Acknowledge the lead role of the Primary Care Provider (PCP) and provide financial and other supports to help them carry out their role in chronic care management; and
- Improve coordination of primary, acute, and long-term care for clients with multiple chronic conditions.

The department is further mandated to consider expansion of existing Medical Home and chronic care management programs and to build on the Washington collaborative initiative. The department is instructed to use best practices to identify clients best served under current predictive modeling initiatives.

#### **Medical Home Best Practices**

Office of Quality and Care Management (OQCM) staff in the Division of Healthcare Services researched Medical Home development and implementation in seven states. Each of the seven programs differed in payment structure, covered populations and which Medical Home components were emphasized and financed. In terms of payment structure, two states had traditional Managed Care arrangements and five had Primary Care Case Management (PCCM) or Enhanced PCCM (EPCCM) programs. Traditional Managed Care arrangements feature capitation and special services for clients who are aged, blind or disabled. Traditional PCCM programs pay a small case management fee to PCPs per member per month. EPCCM programs have additional requirements, such as quality standards, emphasize partnership and support of PCPs and generally pay PCPs more. Most PCCM/EPCCM programs are Fee-for-Service; they can be risk-based even when not capitated.

Despite the structure, the following Medical Home components were common in all seven states:

- An emphasis on access to primary care and continuity of care;
- Funding of care management or care coordination staff;
- Funding of Disease Management focusing on client education; and
- Mandatory Enrollment into PCCM/EPCCM or Managed Care for eligible clients, including clients who are aged, blind or disabled.

Additional Medical Home components and enhanced services vary from state to state and include:

- Coverage of preventive dental services not normally covered by Medicaid
- Patient Advice Telephone Line answered by health care workers 24/7
- Pay for Performance Incentives to Providers for clinical outcomes (HbA1c control for diabetics) and infrastructure improvements (extended office hours)
- On-site Care Managers
- Patient Navigators to reach the underserved
- Client education classes on Diabetes, Nutrition, Asthma, Parenting, etc.
- Local organization of PCPs into networks that provide structure and support for PCPs
- Health information technology such as electronic medical records and client registries
- Utilization and quality data shared quarterly with PCP
- PCP notification of ED visits so PCP/care manager can follow up/intervene
- Patient health risk assessments

**Recommendations:**

The Medical Home Workgroup would like to explore several options, using the Logic Model<sup>1</sup> as a guide. We recommend starting in a few communities to gain support for a locally driven model.

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<sup>1</sup> A logic model is a picture of how an organization does its work—the theory and assumptions underlying the program. A logic model links short and long term outcomes with program activities, resources, and principles.